

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6770

BILL NUMBER: SB 351

DATE PREPARED: Feb 20, 2002

BILL AMENDED: Feb 19, 2002

SUBJECT: Indiana University Board of Trustees.

FISCAL ANALYST: Chuck Mayfield

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**FUNDS AFFECTED: X GENERAL
DEDICATED
FEDERAL**

IMPACT: State

Summary of Legislation: (Amended) This bill provides that no more than two of the trustees appointed to the IU board of trustees by the governor may reside in the same county. It provides that only one of the elected trustees may reside in the same county as the two trustees. The bill requires that a member of the faculty be elected as a nonvoting member of the board of trustees of Indiana's state-assisted institutions of higher education. The bill also specifies that the faculty trustee at each institution must be elected to a three year term beginning July 1, 2003, by the members of the faculty who hold the rank of assistant professor or higher (except for the faculty trustee of Purdue University, who must be elected by the faculty senate). It establishes a procedure for the election of the faculty trustee member at state educational institutions.

Effective Date: July 1, 2002.

Explanation of State Expenditures: (Revised) Under current law, trustees serve without compensation, except that each member is entitled to the salary per diem as provided by IC 4-10-11-2.1 and reimbursement for travel, lodging, meals, and other expenses as provided in the state travel policies and procedures established by the Department of Administration and approved by the State Budget Agency. Members of the Board of Trustees receive a per diem of \$50 per day and reimbursement for travel and lodging. Some of the Universities furnish rooms to the members for over night stay on campus so there would be no additional costs incurred for overnight lodging at some of the universities.

Assuming that each Board of Trustees meets twelve times annually, the additional cost to these seven institutions would be \$4,200 for per diem expenses and any additional compensation for travel, lodging, copying, mailing, and incidental expenses.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Board of Trustees of Indiana University, Purdue University, Ball State University, Indiana State University, Vincennes University, University of Southern Indiana, and Ivy Tech State College.

Local Agencies Affected:

Information Sources: Purdue University, Ball State University, University of Southern Indiana.